IN THE SPECIFICATION

Please replace the paragraph beginning on page 1, line 7 with the following replacement paragraph:

This application is related to U.S. Patent Application No. 09/542,510, now U.S. Pat. No. 6,636,966 [attorney docket number M-8382 US], filed April 3, 2000, entitled "DIGITAL RIGHTS MANAGEMENT WITHIN AN EMBEDDED STORAGE DEVICE" which is assigned to the assignee of this application and is incorporated herein in its entirety by this reference.

Please replace the paragraph beginning on page 6, line 18 with the following replacement paragraph:

ASIC 14 also includes a logical feedback shift register (LFSR) 15, available from Intronic Semiconductor of Ottawa, Canada. LFSR 15 is a pseudo-random number generator which is used to generate numbers that are used as decryption keys. ASIC 14 communicates with host 13 through a data buffer 19. To use the host, a user loads medium 11 into data storage engine 12. The user then requests that the host retrieve data stored on medium 11. Data storage engine 12 retrieves the requested data from medium 11 and decrypts the data in DES engine 16. The data is transferred to data buffer 19, then transferred to host 13 for presentation to the user.

Please replace the paragraph beginning on page 6, line 18 with the following replacement paragraph:

FIG. 2 illustrates one embodiment of storage medium 11 of FIG. 1. An example of storage medium 11 is described in U.S. Patent Application Serial No. 09/583,448 [Atty Docket No. M-8378 US] filed on May 30, 2000 the same day as this application, entitled "FORMAT FOR RECORDING DATA ON A STORAGE DISK," assigned to the assignee of this application, and incorporated herein in its entirety by this reference. Storage medium 11 includes at least three areas, a disk system area 20, a mastered file system area 21, and a

-2-   Appl. No.: 09/583,452

a2

mastered system area 22. Disk system area 20 includes information such as storage device format characteristics and layout information of storage medium 11. Disk system area 20 also includes a master media key which is used with other keys to decrypt the information stored on the medium.

Please replace the paragraph beginning on page 8, line 18 with the following replacement paragraph:

a3

In one embodiment, the information in mastered file system area 21 can be decrypted using one of the combination keys, but the information in mastered area 22 cannot be decrypted using the combination keys. In this embodiment, after the information stored in mastered file system area 21 describing the files in mastered area 22 is decrypted, the descriptive information is presented to the user. The user then selects portions of the information stored in mastered area 22 to enable. The user enables the information stored in mastered area 22 by retrieving a separate decryption key for decrypting the selected data in the mastered area, as described in U.S. Patent Application Serial No. 09/542,510 [Atty Docket No. M-8382 US].

-3-

Appl. No.: 09/583,452